



Corporate Name: _____ TIN: _____

[illegible][illegible]

INSTRUCTIONS FOR SCHEDULE F - Net Operating Loss

Schedule F should be attached for supporting detail if a NET OPERATING LOSS (NOL) deduction is taken on IA 1120, line 15 or line 9, IA 1120A. Be sure to reflect any prior Iowa audits which may have corrected amounts originally reported.

The net operating loss shall be carried back or over to the applicable period as a reduction of the net income attributable to Iowa for that period. An Iowa net operating loss cannot be carried back to a period in which the taxpayer was not doing business in Iowa. A net operating loss cannot be carried forward if it was incurred in a period in which the taxpayer was not doing business in Iowa. If the election under section 172(b)(c) of the Internal Revenue Code is made, the Iowa net operating loss must also be carried forward. The carryforward is 15 taxable periods for tax periods beginning on or before August 5, 1997.

For tax periods beginning after August 5, 1997, net operating losses may be carried back two taxable periods and carried forward 20 taxable periods. Net operating losses for tax periods beginning after August 5, 1997, can be carried back three years only for losses incurred in a presidentially-declared disaster area by a taxpayer engaged in a small business.

Iowa did **not** adopt the 5-year carryback provision for net operating losses incurred in 2001 and 2002 as set forth in the federal Job Creation and Worker Assistance Act of January 2002.

The carryback period for net operating losses from farming businesses is five years to the extent the net operating losses are for tax years beginning on or after January 1, 1998. Any Contribution Conversion Adjustment, if applicable, should be listed separately for each period.

INSTRUCTIONS FOR SCHEDULE G - Alternative Minimum Tax Loss

Schedule G is required if there is an ALTERNATIVE MINIMUM TAX NET OPERATING LOSS (AMT NOL) claimed on Schedule IA 4626. These losses are carried back or forward in the same way as regular net operating losses.